

Custodial Services for the Illinois Funds, A Local Government Investment Pool RFP Questions and Answers

1. Number of participants in Illinois Funds Program.

2259 as of 4-22-14.

2. Breakdown of number of accounts per participant.

See excel attachment.

3. Provide breakdown of 6,690 accounts (i.e. Illinois Funds Account, Commercial Accounts).

All of the 6690 are Illinois Funds accounts. Currently they are run on a Hogan software system.

4. Describe typical transactions that occur in a day for a small, medium and large participant.

Most of the accounts, approximately 6000 do not write checks, and make withdrawals via either ACH or Wire transfers. Approximately 1426 accounts receive distributive payments via the rapid revenue program.

5. Number of participants that use 24/7 touch-tone inquiry and transaction system.

The touch-tone inquiry system is available to all participants.

6. Number of participants that use On Line Portal.

The Internet Banking system is available to all participants.

7. In Appendix I (SPE & SP) Various Activity, provide breakdown by participant.

This information is not available by the participant level.

8. What are record retention requirements for the Touch-Tone and On Line Portal?

The records are currently retained for 7 years, however, we are required to retain these records for six (6) years from the date of record provided that all audits have been completed under the supervision of the Auditor General and no litigation is pending or anticipated. (Item No. 140.01; Application No. 98-2)

9. Number of participants that use Remote Deposit Capture Services and transaction (# of deposits and # of checks deposited) breakdown per participant.

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One participant – Eastern IL University. See excel attachment.

10. Provide Model of Scanner if Remote Deposit Service is being used.

See excel attachment.

11. Number of participants that use Lockbox Services and transaction breakdown per participant.

One participant Reaching Across IL Library System attached on excel sheet.

12. Number of participants that have larger volume of check writing and breakdown of monthly check volume, positive pay and account reconciliation by participant.

See excel attachment.

13. Number of participants using Standard Instructions and breakdown by participant.

The Illinois Funds currently has 2259 participants using Standard Instructions.

The categories and number of participants/accounts falling into each category is provided in the Treasurer's response to Question 2.

14. Provide sample of Universal Customer Service Sheets.

See excel attachment – The Universal Money Market Application.

See excel attachment – The Universal US Bank Wire Transfer Agreement.

15. Current fee schedule for a) custodial fee and b) per item and monthly fees, where applicable.

	<u>Basis Points</u>	<u>Percentage</u>
1st \$3 billion of the Market Value of the Net Assets of the MMF	3.95	.0395%
Next \$2 billion of the Market Value of the Net Assets of the MMF	2.45	.0245%
Next \$1 billion of the Market Value of the Net Assets of the MMF	2.35	.0235%
Next \$4 billion of the Market Value of the Net Assets of MMF	1.85	.0185%

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Market Value of the Net Assets of the MMF 1.35 .0135%
In excess of \$10 billion

16. Time frame they for the migration to a new provider.

To be negotiated with winning bidder; but; in no event can the completion later 6/30/15.

17. 4.1.5 Monthly Statements – The request is for the Custodian to mail participants monthly statements. Can online statements be provided in place of mailed paper statements?

Emailed statements can be provided, but fax and mailed statements need to be available.

18. Wire Notifications – Can online notifications for wire transfers be provided in place of mailed or fax notifications?

Online notifications can be provided, but mail and fax notifications need to be available.

19. Direct Deposit Program – Can email notifications replace fax notifications?

Email can be a preferred method but fax should be available for those accounts without email capabilities.

20. Appendix I indicates 6690 accounts, are these Demand Deposit checking accounts?

All accounts are currently run on a Hogan Software System for demand deposits.

Appendix I – is Singlepoint the name of your current Custodian's online web portal? The following are questions regarding Singlepoint from Appendix I:

NO, Internet Banking is the current online web portal, available to all Participants. SP & SPE are web based systems, participants may request access to SP or SPE attached excel sheet

- a. Does each participant need a token to view their information? No. Since there are only 53 tokens, does this mean only 53 participants access the online system to view information?

No, tokens are issued for ACH & Wire modules. 53 tokens, does not mean 53 participants using SP & SPE does not require token for balance inquiry, statements, and a participant may have a token for each staff member.

- b. What is the difference between SP and SPE?

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SPE smaller version of SP (Singlepoint) and SPE for Participants with lower volumes.

- c. Under SP and SPE statements there is only listed a volume of 77 and 46- why is that? Are the other 6000+ statements sent via mail?

Participants that do not have SP or SPE have statements mailed.

- d. What is the difference between SP Current Day per Item Det (18,512) and SP Current Day per Item Sum (57,215)?

See excel attachment.

- e. What is the difference between SP Previous Day and SPE Previous Day?

These are the same inquiry. SPE smaller version of SP (Singlepoint) and SPE for Participants with lower volumes.

22. Section 3.3 - Would the auditor for the Illinois Funds be agreeable to monthly and annual certified audit statements as an alternative to QED?

The auditor would be agreeable to certified audited financials monthly and annually. However, a certified audit may not be done monthly.

23. Section 4.8.3 - What is the typical time frame for short notice of information broadcasting?

Typically, broadcast notifications are at least 12 – 24 hours. In an emergency there may be a request/notification of as short as 2-4 hours.

24. Section 5.1.4 (viii) - Describe circumstances that would prompt the Treasurer to "cut-off" / stop redemptions from a Participant's account?

For an individual account it would be court order or some form of legal request/action. The ability to stop activity to all accounts is to meet the needs of SEC Rule 2a7.